GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2622
ANSWERED ON:16.03.2007
LIC IN HEALTH INSURANCE
Surendran Shri Chengara

Will the Minister of FINANCE be pleased to state:

(a) whether the Life Insurance Corporation of India has entered in the health insurance business;

(b) if so, the details thereof;

(c) whether the entering of foreign companies in the field of insurance sector in India as affected the business of the Life Insurance Corporation of India; and

(d) if so, to what extent?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRIPAWAN KUMAR BANSAL)

(a): Life Insurance Corporation of India (LIC) has not so far entered into health . insurance business.

(b): Does not arise.

(c) & (d): LIC has denied that there has been any adverse effect on its business after opening of the life insurance business to private players. To substantiate its claim, it has reported that prior to the entry of private players it was growing at an average rate of 8.32% in policies and 22.07% in First year Premium Income whereas, after the opening of the sector, its average growth rate in policies is 11.43%, and in First year Premium Income, it is 41.07%.